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STATE OF WASHINGTON  
OIL SPILL ADVISORY COUNCIL

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Draft Minutes

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Wells Fargo Building  
Paramount Room  
999 Third Avenue, Suite 1200  
Seattle, WA 98104

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**September 15, 2006**

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**Members Present:** Chairman Mike Cooper, Phil Bannan, Brett Bishop, Chad Bowechop, Maura Brueger, Jim Davis, Stuart Downer, Ed Irish (Alternate), Nick Jones, Gerald Joyce, Michael Moore, Lee Roussel, John Schumacher, Phil Winberry, Bruce Wishart (Alternate).

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**Members Absent:** Mike Doherty, Kathy Fletcher, Harlan James, Kevin Ranker, Jeff Shaw, Greg Whittaker.

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**Staff Present:** Jacqui Brown Miller, Dorine Coleman

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Chairman Cooper called the meeting to order at 11:04 a.m., and provided opening remarks. He stated that the purpose of the meeting is to review new information the Consultant received relating to the Council's funding recommendations.

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**Revenue Stream Review**

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Rob Frazier (Frazier) of Environment International, Ltd, briefed the Council on the new revenue information received from the Department of Revenue and the Office of Financial Management. Frazier also stated that he received new pipeline information from Kinder Morgan, with the help of the Department of Ecology, and cautioned the Council that the forecasts change with time.

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Jacqueline Brown Miller (Brown Miller) briefed the Council on the new table insert sheets, which showed the most updated revenue forecast numbers, and responded to questions from the Council.

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Chairman Cooper provided recommendations to the Council relating to revenue stream selection.

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2     **Public Comment**  
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4       Greg Hanon (Hanon), Western States Petroleum Association, expressed concern  
5 regarding the transfer fee data, and stated his understanding of what the transfer fee was  
6 intended to cover. He also expressed concern that the Council did not perform a risk  
7 assessment, citing page 100 of the Council's final report.

8       Pete Granger (Granger), Washington Sea Grant, expressed concern relating to the  
9 Council's Sea Grant information. Granger stated that presently there is no overhead for  
10 the Sea Grant program. He informed the Council that the program operates effectively,  
11 and has been able to do a lot with small oil spills. Granger expressed a desire to work in  
12 a partnership with the Council.

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14     **Final Revenue Stream Discussion**  
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16       Chairman Cooper stated that the Council will postpone further discussion of the  
17 Sea Grant program to the Council's November meeting. He stated that the Council's  
18 decision to assume outreach was based on the Legislature's mandate in the enabling  
19 legislation, and was never meant to suggest that the Sea Grant program is not doing a  
20 good job.

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22       The Council continued discussion of the new revenue stream information.  
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24       There was consensus by the Council to remove the barrel tax on crude oil  
25 transported via pipeline funding recommendation from the Council's final report.

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27       There was consensus by the Council to recommend the removal of the OSRA cap  
28 in the Council's final report.

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30       There was consensus by the Council to recommend eliminating the five cent per  
31 barrel tax refund in the Council's final report.

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33       There was consensus by the Council to recommend a five cent per barrel OSPRey  
34 transfer fee in the Council's final report.

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36       Chairman Cooper adjourned the meeting at 1:16 p.m.  
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